

## SECTION 2 – Appendix 1

### INVESTMENT POLICY

**The following information must be included in the prospectus / information memorandum/supplement**

		Section heading and indication of Paragraph, where relevant
<b>A2.1</b>	<b><u>General</u></b>	
A2.1.1	In the case of securities, an indication of whether listed or unlisted and geographical spread	
A2.1.2	In the case of open-ended collective investment schemes ("CIS"), the principle underlying exposures, whether regulated or unregulated and an indication of the domicile.	
A2.2	<b>NU 1 - Fund of Funds</b> <i>Refer also to – Guidance Note 1/01 - Feeder Schemes and Fund of Funds Schemes: Acceptable Investments and Related Issues</i>	
A2.2.2	Note: A QIF may invest no more than 40% of net assets in any one unregulated collective investment scheme	
A2.2.3	<u>Investment in Underlying CIS with lock-up periods</u>	
(i)	The intention to invest in such CIS to focus on typical duration of lock-up periods and the amount of net assets which are likely to be invested in this type of CIS	
(ii)	Investment in CIS with lock-up periods will not affect the redemption arrangements provided for in the prospectus	
A2.2.4	<u>Fees, Expenses &amp; Commissions</u>	
(i)	Where the QIF invests in units of a CIS managed by the same management company or by an associated or related company, the manager of the CIS in which the investment is being made must waive the preliminary/initial/ redemption charge which it would normally charge;	
(ii)	Where a commission is received by the manager of the QIF by virtue of an investment in the units of another CIS, this commission must be paid into the property of the QIF;	
(iii)	Outline the types of charges and other costs relating to the underlying CIS, which will be borne by the QIF, e.g. a description of investment management/performance fees and indicative amounts where possible	
A2.2.5	<u>Settlement Period (applicable to open-ended funds only)</u>	
(i)	The maximum period between submission of a redemption request and payment of settlement proceeds cannot exceed 95 days.	



<p>A2.3.4</p> <p>(i)</p> <p>(ii)</p> <p>(iii)</p>	<p><u>Settlement Period (applicable to open-ended funds only)</u></p> <p>The maximum period between submission of a redemption request and payment of settlement proceeds cannot exceed 95 days</p> <p>Where this is required because of the redemption policies of the underlying CIS, include a prominent statement highlighting the fact that while the QIF redeems, for example, on a monthly basis there may be times when redemption proceeds are paid on a quarterly basis</p> <ul style="list-style-type: none"> <li>Note: It is permissible to provide for retention of up to 10% of redemption proceeds, where this reflects the redemption policy of the underlying CIS and until such time as the full redemption proceeds from the underlying CIS are received.</li> </ul> <p>Where appropriate indicate the possibility to invest in closed-ended funds but that investments will not be made in closed-ended funds if this would impact on the ability of the QIF to meet permitted redemption requests.</p>	<p></p> <p></p> <p></p>
<p>A2.4</p>	<p><b>NU 18 - Property QIFs</b></p>	<p></p>
	<p>A QIF may apply those provisions set out in the letter of the Financial Regulator to IFIA dated 13 October 2006 (attached as Appendix 2), where these provisions are disclosed in the prospectus.</p>	<p></p>
<p>A2.5</p>	<p><b>NU 14 – Venture and Development Capital QIFs</b></p>	<p></p>
<p>A2.5.1</p>	<p>Indicate the intention of the QIF regarding the exercise of legal and management control over underlying investments.</p>	<p></p>
<p>A2.6</p>	<p><b>Partly Paid Shares</b></p>	<p></p>
<p>A2.6.1</p>	<p>Disclose fully the nature of the commitment which investors will enter into.</p>	<p></p>
<p>A2.6.2</p>	<p>Where the QIF provides for partly paid units confirm the investment restrictions apply in terms of uncalled capital and net asset value combined.</p>	<p></p>